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IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



If you're going through hell, keep going.

Updates on Insolvency and Bankruptcy Code

Why are liquidation cases under IBC rising? Haircut becomes new fear for creditors | Interview

The Insolvency and Bankruptcy Code 2016 has been a landmark law that has contributed to ensuring the ease of doing business in India. However, the cases of liquidation are rising faster than those which are resolved. "The main reason for same is that most of the corporate debtors under CIRP are those where there are no assets or lucrative business for which a Resolution Applicant can bid for," Daizy Chawla, Senior Partner, Singh & Associates, told Samrat Sharma of Financial Express Online, in an interview.

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/industry/why-are-liquidation-cases-under-ibc-rising-haircut-becomes-new-fear-for-creditors-interview/2078027/>

IBC falters to fight bad debt; ED, CBI, Sebi create hurdles for bankruptcy code

The Insolvency and Bankruptcy Code (IBC), rolled out in 2016 by the central government to fight the rising pile of bad debt, has started to falter in its aim because of various challenges mounted by its own agencies and regulators. At least a dozen big-ticket cases with total debt more than Rs 99,700 crore have been stuck for up to three years now due to legal challenges.

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/industry/banking-finance/ibc-falters-to-fight-bad-debt-ed-cbi-sebi-create-hurdles-for-bankruptcy-code/2077783/>

Structural interventions could avert a banking crisis

After the world's severest lockdown and biggest decline in economic growth among emerging markets, India's financial fragility is expected to spike. The share of non-performing assets (NPAs) in its banking system could rise to 18% of outstanding assets, double of what countries hit by the 2008 financial crisis experienced. NPAs were high and widespread even before the covid shock upped the vulnerability of financial institutions.

Source: Livemint News

Please find the full news at:

<https://www.livemint.com/opinion/online-views/structural-interventions-could-avert-a-banking-crisis-11599574224522.html>

Supreme Court reiterates that Corporate Debtor cannot raise dispute after committee of creditors approve Resolution Plan

The Supreme Court has in a recent case of Karad Urban Cooperative Bank Ltd vs Swwapnil Bhingardevay and Others passed a Judgment dated 04-09-2020 and reiterated that once the committee of creditors have approved a resolution plan, the corporate debtor cannot raise dispute/issue in that regard except in certain circumstances.

Source: Indian Lawyer

Please find the full news at:

<http://www.theindianlawyer.in/blog/2020/09/05/supreme-court-reiterates-that-corporate-debtor-cannot-raise-dispute-after-committee-of-creditors-approve-resolution-plan/>



Insolvency Professional Agency of Institute of Cost Accountants of India
(A Section 8 Company incorporated under Companies Act 2013)
CMA Bhawan, 3 Institutional Area, Lodi Road
New Delhi- 110003